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इस भाग में भिन्न पृष्ठ संख्या दी जाती है जिससे कि यह अलग संकलन के रूप में रखा जा सके  
Separate paging is given to this Part in order that it may be filed  
as a separate compilation.

## LOK SABHA

The following Bills were introduced in Lok Sabha on 30th July, 1993:

### BILL No. 71 OF 1993

*A Bill further to amend the Conservation of Foreign Exchange and Prevention of Smuggling Activities Act, 1974.*

Be it enacted by Parliament in the Forty-fourth Year of the Republic of India as follows:—

1. (1) This Act may be called the Conservation of Foreign Exchange and Prevention of Smuggling Activities (Amendment) Act, 1993.

(2) It shall be deemed to have come into force on the 25th day of June, 1993.

2. In the Conservation of Foreign Exchange and Prevention of Smuggling Activities Act, 1974 (hereinafter referred to as the principal Act), in section 9, in sub-section (1), for the figures, letters and words "31st day of July, 1993", the figures, letters and words "31st day of July, 1996" shall be substituted.

3. (1) The Conservation of Foreign Exchange and Prevention of Smuggling Activities (Amendment) Ordinance, 1993, is hereby repealed.

(2) Notwithstanding such repeal, anything done or any action taken under the principal Act, as amended by the said Ordinance, shall be deemed to have been done or taken under the principal Act as amended by this Act.

Short  
title  
and com-  
mence-  
ment.

Amend-  
ment of  
section 9  
of  
Act 52 of  
1974.

Repeal  
and  
saving.

## STATEMENT OF OBJECTS AND REASONS

The Conservation of Foreign Exchange and Prevention of Smuggling Activities Act, 1974 provides for preventive detention of persons in certain cases for the purposes of conservation and augmentation of foreign exchange and for prevention of smuggling activities.

2. Sub-section (1) of section 9 of the Act provides that any person who smuggles or is likely to smuggle goods or abets or is likely to abet the smuggling of goods or engages or is likely to engage in transporting or concealing or keeping smuggled goods in any area highly vulnerable to smuggling and in respect of whom an order of detention is made at any time before the 31st day of July, 1993, may be detained without obtaining the opinion of an Advisory Board for a period longer than three months but not exceeding six months from the date of his detention. The maximum period of detention specified in section 10 of the Act in such cases is two years. However, the menace of smuggling has not abated in any way despite the import of 5 Kgs. of gold and 100 Kgs. of silver per passenger allowed by Government on payment of nominal customs duty in convertible foreign exchange. Moreover, the recent smuggling of deadly RDX explosives emphasises the need to continue the longer period of detention of two years as against the normal period of detention up to one year, in the case of arms, ammunition, explosives and terrorist-related cases as also in the case of kingpins, organised smugglers and financiers operating behind the scene threatening the security of the country. Since the maximum damage to the society is caused by the smugglers operating in the highly-vulnerable areas, the longer period of detention of up to two years under section 9 and 19 of the Act, of the smugglers, their associates and the links, is a necessary deterrent. It was, therefore, considered necessary to continue the provisions of section 9 in respect of detention orders which may be made even after 31st July, 1993.

3. Accordingly, the Conservation of Foreign Exchange and Prevention of Smuggling Activities (Amendment) Ordinance, 1993 (Ord. 26 of 1993) was promulgated by the President on the 25th June, 1993 to continue the provisions of section 9(1) of the Act for a period of three years beyond 31st July, 1993.

4. The Bill seeks to replace the aforesaid Ordinance.

NEW DELHI;

MANMOHAN SINGH.

The 20th July, 1993.

## BILL No. 72 OF 1993

*A Bill to provide for the transfer and vesting of the undertaking of the Oil and Natural Gas Commission to and in the Oil and Natural Gas Corporation Limited, a company incorporated under the Companies Act, 1956, and for matters connected therewith or incidental thereto and also to repeal the Oil and Natural Gas Commission Act, 1959.*

BE it enacted by Parliament in the Forty-fourth Year of the Republic of India as follows:—

1. (1) This Act may be called the Oil and Natural Gas Commission (Transfer of Undertaking and Repeal) Act, 1993.

Short  
title and  
commence-  
ment.

(2) It shall be deemed to have come into force on the 2nd day of July, 1993.

2. In this Act, unless the context otherwise requires,—

Defini-  
tions.

(a) "appointed day" means such date as the Central Government may, by notification in the Official Gazette, appoint under section 3;

1 of 1956.

(b) "Corporation" means the Oil and Natural Gas Corporation Limited, a company registered under the Companies Act, 1956;

43 of  
1959.

(c) "Commission" means the Oil and Natural Gas Commission established under sub-section (1) of section 3 of the Oil and Natural Gas Commission Act, 1959.

(d) "prescribed" means prescribed by rules made under this Act.

Under-taking of Commission to vest in Corporation.

General effect of vesting of undertaking in Corporation.

3. On such date as the Central Government may, by notification in the Official Gazette, appoint, the undertaking of the Commission shall stand transferred to, and vest in, the Corporation.

4. (1) On and from the appointed day, the entire capital of the Commission shall, by virtue of this Act, stand vested in the Corporation.

(2) The undertaking of the Commission which is transferred to, and which vests in, the Corporation under section 3 shall be deemed to include all assets, rights, powers, authorities and privileges and all properties, movable and immovable, real and personal, corporeal or incorporeal, in possession or reservation, present or contingent of whatever nature and wheresoever situate including lands, buildings, works, workshops, vehicles, oil rigs, oil platforms, cash balances, deposits, foreign currencies, reserves, reserve funds or any other investments, securities, tenancies, leases and book debts and all other rights and interests arising out of such properties as were immediately before the appointed day in the ownership, possession or power of the Commission in relation to its undertaking, whether within or outside India, all books of account and registers, records and documents relating thereto and shall also be deemed to include all liabilities and obligations of whatever kind, within or outside India, of the Commission in relation to its undertaking subsisting immediately before the appointed day.

(3) All contracts, deeds, bonds, guarantees, powers of attorney, other instruments and working arrangements subsisting immediately before the appointed day and affecting the Commission shall cease to have effect or to be enforceable against the Commission and shall be of as full force and effect against or in favour of the Corporation and enforceable as fully; and effectually as if, instead of the Commission the Corporation had been named therein or had been a party thereto.

(4) Any proceeding or cause of action pending or existing immediately before the appointed day by or against the Commission, in relation to its undertaking may, as from the appointed day, be continued and enforced by or against the Corporation as it might have been enforced by or against the Commission, if this Act had not been in force, and shall cease to be enforceable by or against the Commission.

Licences, etc., to be deemed to have been granted to Corporation.

Tax exemption or benefit to continue to have effect.

5. With effect from the appointed day, all licences, leases, concessions, permits, quotas, benefits, privileges and exemptions granted to the Commission in connection with the affairs of the Commission under any law for the time being in force, shall be deemed to have been granted to the Corporation.

6. (1) Where any exemption from, or any assessment with respect to, any tax has been granted or made or any benefit by way of set off or carry forward of any unabsorbed depreciation or investment allowance or other allowance or loss has been extended or is available to the Commission under the Income-tax Act, 1961, such exemption, assessment or benefit shall continue to have effect in relation to the Corporation.

43 of 1961. (2) Where any payment made by the Commission is exempt from deduction of the tax at source under any provision of the Income-tax Act, 1961, the exemption from tax will continue to be available as if the provisions of the said Act made applicable to the Commission were operative in relation to the Corporation.

43 of 1961. (3) The transfer and vesting of the undertaking or any part thereof in terms of section 3 shall not be construed as a transfer within the meaning of the Income-tax Act, 1961, for the purpose of capital gains.

7. Any guarantee given for or in favour of the Commission with respect to any loan or lease finance or other assistance shall continue to be operative in relation to the Corporation.

Guarantee to be operative.

8. (1) Every officer or other employee of the Commission (except a member or the chairman) serving in its employment immediately before the appointed day shall, in so far as such officer or other employee is employed in connection with the undertaking which has vested in the Corporation by virtue of this Act, become, as from the appointed day, an officer or, as the case may be, other employee of the Corporation and shall hold his office or service therein by the same tenure, at the same remuneration, upon the same terms and conditions, with the same obligations and with the same rights and privileges as to leave, passage, insurance, superannuation scheme, provident fund, other funds, retirement, pension, gratuity and other benefits as he would have held under the Commission if its undertaking had not vested in the Corporation and shall continue to do so as an officer or other employee of the Corporation or until the expiry of a period of one year from the appointed day if such officer or other employee opts not to be the officer or other employee of the Corporation within such period.

Provisions in respect of officers and other employees of Commission.

(2) Where an officer or other employee of the Commission opts under sub-section (1) not to be in the employment or service of the Corporation such officer or other employee shall be deemed to have resigned.

14 of 1947. (3) Notwithstanding anything contained in the Industrial Disputes Act, 1947 or in any other law for the time being in force, the transfer of the service of any officer or other employee of the Commission to the Corporation shall not entitle such officer or other employee to any compensation under this Act or under any other law for the time being in force and no such claim shall be entertained by any court, tribunal or other authority.

(4) The officers and other employees who have retired before the appointed day from the service of the Commission and are entitled to any benefits, rights or privileges shall be entitled to receive the same benefits, rights or privileges from the Corporation.

(5) The trusts of the provident fund, gratuity fund or the superannuation scheme of the Commission and any other bodies created for the welfare of officers or other employees shall continue to discharge their functions in the Corporation as was being done hitherto in the Commission and any tax exemption granted to the provident fund, gratuity fund and the superannuation scheme or any other bodies created for the welfare of officers or other employees shall continue to be applied to the Corporation.

1 of 1956. (6) Notwithstanding anything contained in this Act or in the Companies Act, 1956 or in any other law for the time being in force or in the



regulations of the Commission, no member or chairman of the Commission shall be entitled to any compensation against the Commission or the Corporation for the loss of office or for the premature termination of any contract of management entered into by him with the Commission.

Power of  
entry.

9. (1) For the purposes of ascertaining the availability of any oil or natural gas, the Central Government may, on the request being made by the Corporation, authorise any officer or employee of the Corporation, by general or special order,—

(a) to enter and inspect any land;

(b) to survey and take measurements of any such land;

(c) to dig holes or perform any other functions for the purposes of measuring or prospecting for the availability of oil and natural gas; and

(d) to examine any document, book, register or record in the possession or power of any person having the control of or connected with any such land and place marks of identification thereon and take extracts from and make copies of any such document, book, register or record.

(2) Every person authorised by the Central Government under sub-section (1) shall be deemed to be a public servant within the meaning of section 21 of the Indian Penal Code.

45 of 1960.

(3) The Corporation shall be liable to pay compensation for any loss or damage caused to the land caused by its officers or employees in performing the functions under sub-section (1) in such manner as may be prescribed to the occupier of the land.

(4) The amount of compensation payable under sub-section (3) shall be determined by the competent authority appointed by the Central Government in the manner prescribed.

Power  
to make  
rules.

10. (1) The Central Government may, by notification in the Official Gazette, make rules for carrying out the provisions of this Act.

(2) In particular, and without prejudice to the generality of the foregoing power, such rules may provide for the amount and the manner of paying compensation for any loss or damage caused to the land by the officers and employees of the Corporation under sub-sections (3) and (4) of section 9.

(3) Every rule made under this Act shall be laid, as soon as may be after it is made, before each House of Parliament, while in session, for a total period of thirty days which may be comprised in one session or in two or more successive sessions, and if, before the expiry of the session immediately following the session or the successive sessions aforesaid, both Houses agree in making any modification in the rule or both Houses agree that the rule should not be made, the rule shall thereafter have effect only in such modified form or be of no effect, as the case may be; so, however, that any such modification or annulment shall be without prejudice to the validity of anything previously done under that rule.

Repeal of  
Act 46  
of 1959.

11. (1) On the appointed day, the Oil and Natural Gas Commission Act, 1959 shall stand repealed.

(2) Notwithstanding such repeal, the Corporation shall, so far as may be, comply with the provisions of sections 22 and 23 of the said Act so repealed for any of the purposes related to the annual accounts of the Commission.

Ord. 28  
of 1993.

12. (1) The Oil and Natural Gas Commission (Transfer of Undertaking and Repeal) Ordinance, 1993 is hereby repealed.

Repeal  
and  
saving.

Ord. 28 of  
1993.

(2) Notwithstanding the repeal of the Oil and Natural Gas Commission (Transfer of Undertaking and Repeal) Ordinance, 1993, anything done or any action taken under the said Ordinance, shall be deemed to have been done or taken under the corresponding provisions of this Act.

## STATEMENT OF OBJECTS AND REASONS

The Central Government had appointed a Committee on January 24, 1992 headed by Shri P. K. Kaul, IAS (Retd.) to examine all aspects of the Oil and Natural Gas Commission's existing organisation with a view to examine the need for its restructuring. The Committee submitted its First Report on September 10, 1992 and its Final Report on November 15, 1992. The recommendations of this Committee were considered by the Government. Based on recommendations of his Committee, the Government had, *inter alia*, approved on February 1, 1993 the proposal for conversion of Oil and Natural Gas Commission (ONGC) into a Public Limited Company under the Companies Act, 1956. This would enable ONGC to function more efficiently and give it greater flexibility in raising resources from the capital market and easier structural adjustments in response to needs. This would eventually enable the Company to perform better to meet its production targets.

2. As Parliament was not in session and immediate action was necessary, the Oil and Natural Gas Commission (Transfer of Undertaking and Repeal) Ordinance, 1993 (Ord. 28 of '93) was promulgated by the President on July 2, 1993 for providing for the transfer and vesting of the assets, liabilities obligations and employees of the Commission to the Oil and Natural Gas Corporation Limited, a Company registered under the Companies Act, 1956, and for matter connected therewith or incidental thereto and also to repeal the Oil and Natural Gas Commission Act, 1959. The Ordinance empowers the Central Government to issue a notification appointing a date from which the assets, undertaking, liabilities and the office and staff of the Commission shall stand transferred to and vest in the new Corporation.

3. The Bill seeks to replace the aforesaid Ordinance into an Act of Parliament.

NEW DELHI:

SATISH SHARMA.

The 16th July, 1993.



PRESIDENT'S RECOMMENDATION UNDER ARTICLES 117 AND 274  
OF THE CONSTITUTION OF INDIA

[Extracts from letter No. O-20013/1/92-ONG/D. III. Pt. II—Vol. II, dated the 21st July, 1993 from Capt. Satish Sharma, Minister of State of the Ministry of Petroleum and Natural Gas to the Secretary-General, Lok Sabha.]

The President, having been informed of the subject matter of the Oil and Natural Gas Commission (Transfer of Undertaking and Repeal) Bill, 1993, recommends the introduction of the Bill in Lok Sabha under articles 117(1) and 274(1) of the Constitution.

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MEMORANDUM REGARDING DELEGATED LEGISLATION

Clause 10 of the Bill empowers the Central Government to frame rules for carrying out the provisions of the Bill.

Sub-clause (2) thereof empowers the Central Government to prescribe the amount and manner of paying compensation for any loss or damage caused to the land by the officers and employees of the Oil and Natural Gas Corporation Limited.

The delegation of legislative power is of a normal character.

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C. K. JAIN,  
Secretary-General.

